

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF SALT RIVER WATER DISTRICT)	CASE NO. 90-425
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O R D E R

On December 26, 1990, Salt River Water District ("Salt River") filed its revised tariff with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. Effective with the Commission's Order dated October 30, 1990 in Case No. 90-143,¹ Salt River was granted emergency rate relief but there has been no final judgement from the Commission to date in that case.

The Commission, having reviewed the evidence of record and being sufficiently advised, finds:

1. Salt River purchases its water from Louisville Water Company ("Louisville"). Effective January 1, 1991, Louisville increased its rate for water sold to Salt River from \$1.02 per 1,000 gallons to \$1.06 per 1,000 gallons. There was an increase in the \$94.50 service charge to \$98.10. However, there was no increase in the elevated service area surcharge of \$.19 per 1,000 gallons.

¹ Case No. 90-143, The Application of Salt River Water District of Bullitt County, Kentucky For Approval to Increase Its Rates.

2. Salt River proposes to increase its rates to its customers effective January 1, 1991.

3. During the 12 months ending November 30, 1990, Salt River purchased 97,661,000 gallons of water and sold 88,387,700 gallons.

4. Salt River's calculations are correct and show an increase in purchased water costs of \$3,950, resulting in a purchased water adjustment of \$.04 per 1,000 gallons of water.

5. The rates proposed by Salt River and shown in Appendix A, attached hereto and incorporated herein, are fair, just and reasonable and should be approved.

6. The tariff sheet filed by Salt River should be denied in that the effective date is incorrect, and the tariff is not signed by the utility officer authorized to issue the tariff.

IT IS THEREFORE ORDERED that:

1. The tariff sheet filed by Salt River is hereby rejected.

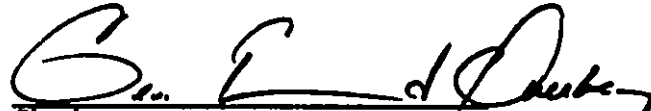
2. The purchased water adjustment of 4 cents per 1,000 gallons and the rates in Appendix A are hereby approved for services rendered on and after January 1, 1991.

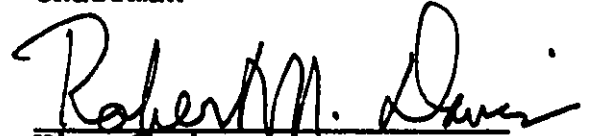
3. Within 30 days of the date of this Order, Salt River shall file a revised tariff, signed by the appropriate utility officer, setting out the rates approved herein with the correct effective date.


4. Within 20 days of the date of this Order, Salt River shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 11th day of January, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-425 DATED 1/11/91

The following rates and charges are prescribed for the customers in the area served by Salt River Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Usage Blocks

5/8 x 3/4 Inch Connection

First 2,000 gallons
Next 3,000 gallons
Next 5,000 gallons
Next 15,000 gallons
Over 25,000 gallons

Monthly Rates

\$16.38 Minimum Bill
4.94 per 1,000 gallons
4.44 per 1,000 gallons
4.19 per 1,000 gallons
3.69 per 1,000 gallons

1 Inch Connection

First 5,000 gallons
Next 5,000 gallons
Next 15,000 gallons
Over 25,000 gallons

\$31.20 Minimum Bill
4.44 per 1,000 gallons
4.19 per 1,000 gallons
3.69 per 1,000 gallons

1 1/2 to 4 Inch Connection

First 10,000 gallons
Next 15,000 gallons
Over 25,000 gallons

\$53.40 Minimum Bill
4.19 per 1,000 gallons
3.69 per 1,000 gallons